

CASE NO. 9315

EXHIBIT I

CASE 9315:

In the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating, contracting the vertical limits, and extending certain pools in Chaves and Lea Counties, New Mexico:

(a) Create a new pool in Chaves County, New Mexico, classified as an oil pool for Devonian production and designated as the Graham Springs-Devonian Pool. The discovery well is the Bell, Foy & Middlebrook, Ltd. Culp Ranch Well No. 1 located in Unit C of Section 11, Township 12 South, Range 30 East, NMPM. Said pool would comprise:

TOWNSHIP 12 SOUTH, RANGE 30 EAST, NMPM
Section 11: NW/4

(b) Create a new pool in Lea County, New Mexico, classified as an oil pool for Abo production and designated as the Lane-Abo Pool. The discovery well is the Bright & Company State K Well No. 2 located in Unit A of Section 2, Township 10 South, Range 33 East, NMPM. Said pool would comprise:

TOWNSHIP 10 SOUTH, RANGE 33 EAST, NMPM
Section 2: NE/4

(c) Contract the vertical limits of the East Lovington-Pennsylvanian Pool to include only the Cisco and Canyon formations and to redesignate said pool as the East Lovington-Upper Pennsylvanian Pool.

(d) Extend the Casey-Strawn Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM
Section 26: S/2

(e) EXTEND the Hobbs-Blinebry Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 38 EAST, NMPM
Section 33: SW/4

(f) Extend the Northeast Lovington-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM
Section 10: NE/4

(g) Extend the Maljamar Grayburg-San Andres Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 33 EAST, NMPM
Section 13: SE/4
Section 23: NW/4

(h) Extend the Monument-Blinebry Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 37 EAST, NMPM
Section 8: SE/4

(i) Extend the Shipp-Strawn Pool in Lea County, New Mexico to include therein:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM
Section 32: SE/4
Section 33: SW/4

TOWNSHIP 17 SOUTH, RANGE 37 EAST, NMPM
Section 5: N/2

(j) Extend the South Shoe Bar-Atoka Gas Pool in Lea County, New Mexico, to include therein:

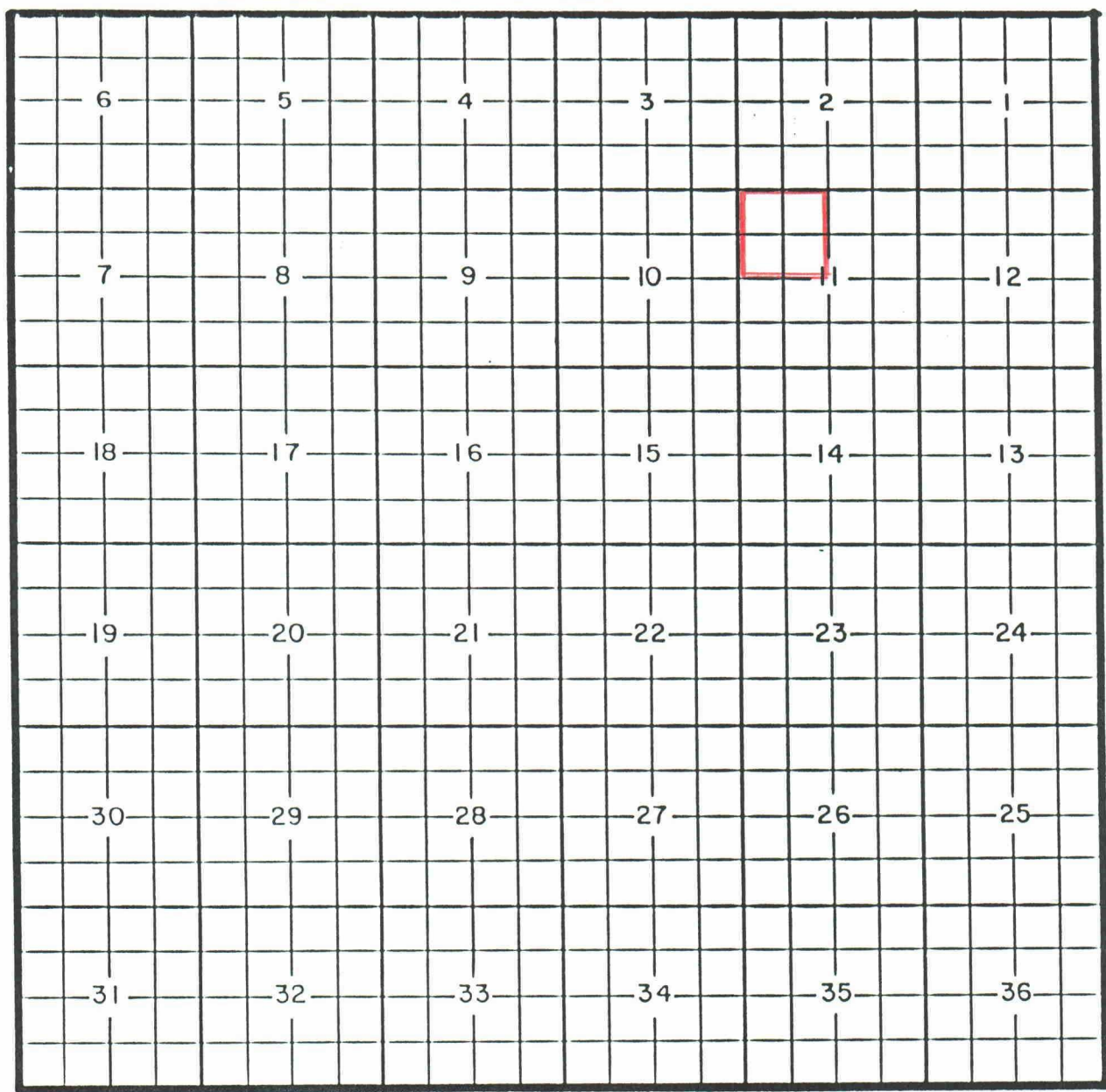
TOWNSHIP 17 SOUTH, RANGE 35 EAST, NMPM
Section 15: S/2

(k) Extend the West Tonto-Bone Spring Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 33 EAST, NMPM
Section 7: NW/4

COUNTY CHAVES POOL GRAHAM SPRINGS-DEVONIAN

TOWNSHIP 12 South RANGE 30 East NMPM



PURPOSE: One completed oil well capable of producing.

Bell, Foy & Middlebrook, Ltd. Culp Ranch Well No. 1 located in Unit C of Section 11, Township 12 South, Range 30 East, NMPM, completed November 12, 1987, in the Devonian formation. The top of the perforations is at 10,251 feet.

Proposed pool boundary outlined in red. Section 11: NW/4

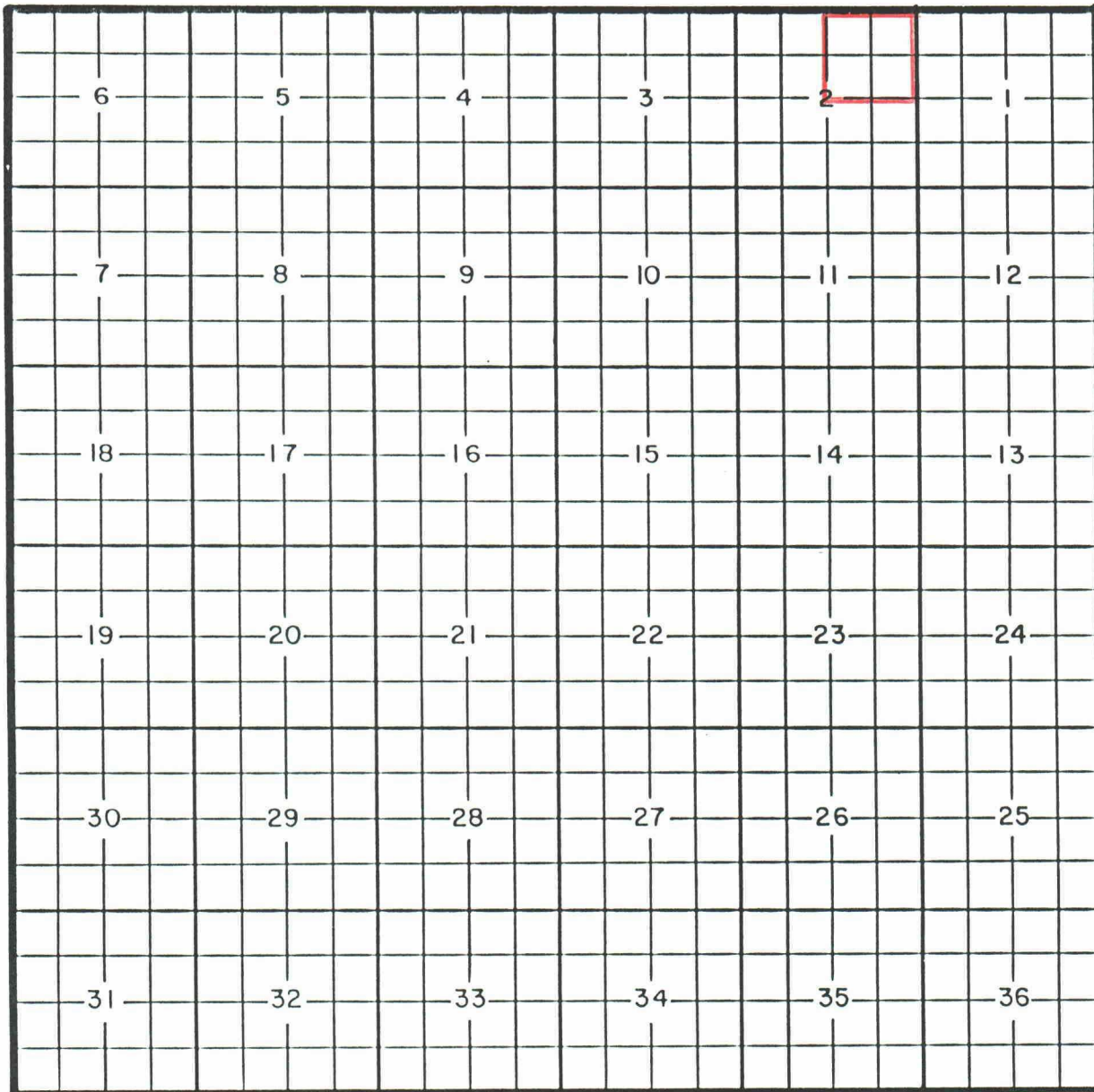
COUNTY LEA

POOL LANE-ABO

TOWNSHIP 10 South

RANGE 33 East

NMPM



PURPOSE: One completed oil well capable of producing.

Bright & Company State K Well No. 2 located in Unit A of Section 2, Township 10 South, Range 33 East, NMPM, completed December 17, 1987, in the Abo formation. The top of the perforations is at 8,788 feet.

Proposed pool boundary outlined in red. Section 2: NE/4

COUNTY LEA

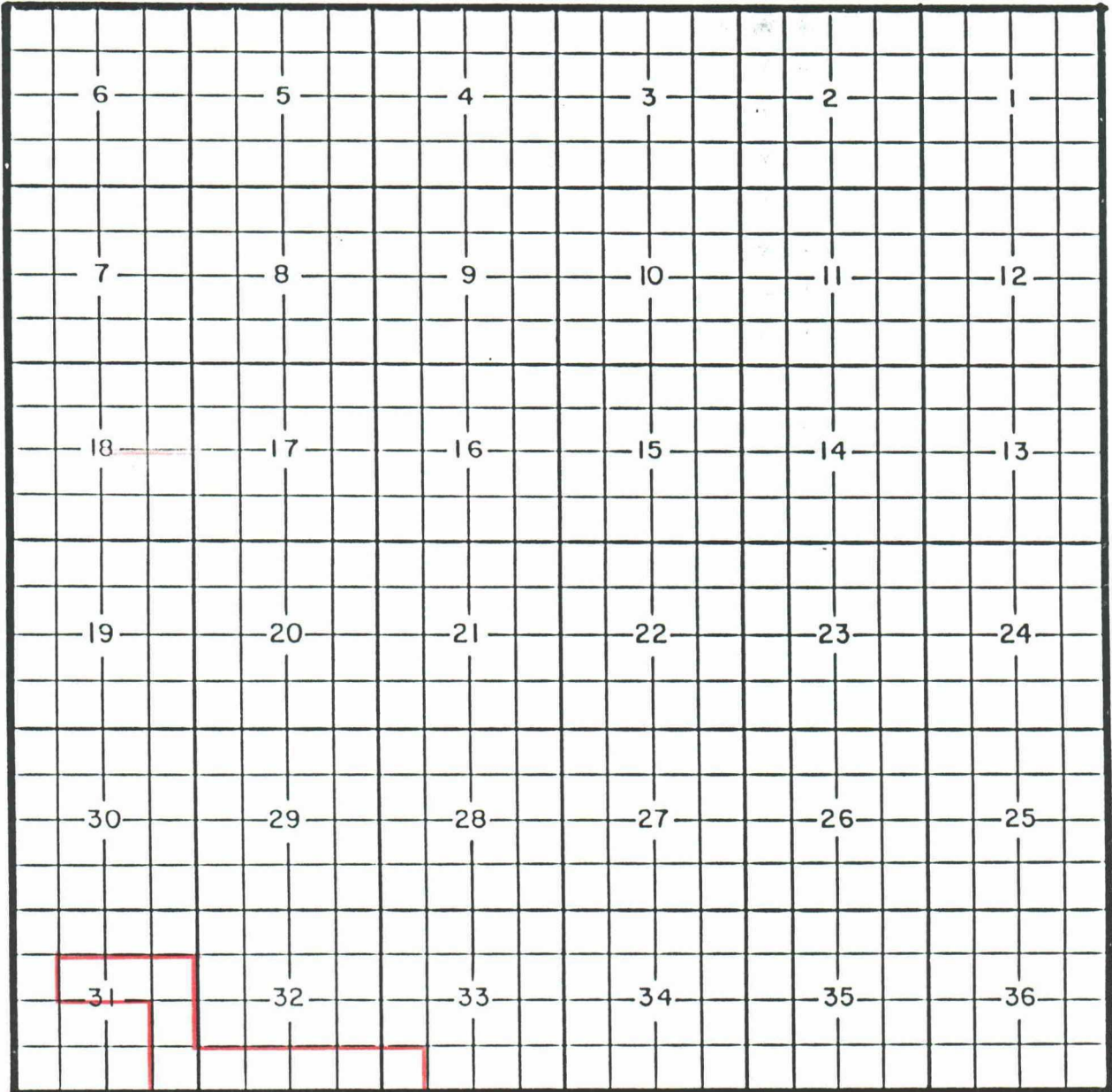
POOL EAST LOVINGTON-PENNSYLVANIAN Redesignated as

EAST LOVINGTON-UPPER PENNSYLVANIAN

TOWNSHIP 16 South

RANGE 37 East

NMPM



PURPOSE: To prevent waste.

Pool boundary outlined in red.

COUNTY LEA

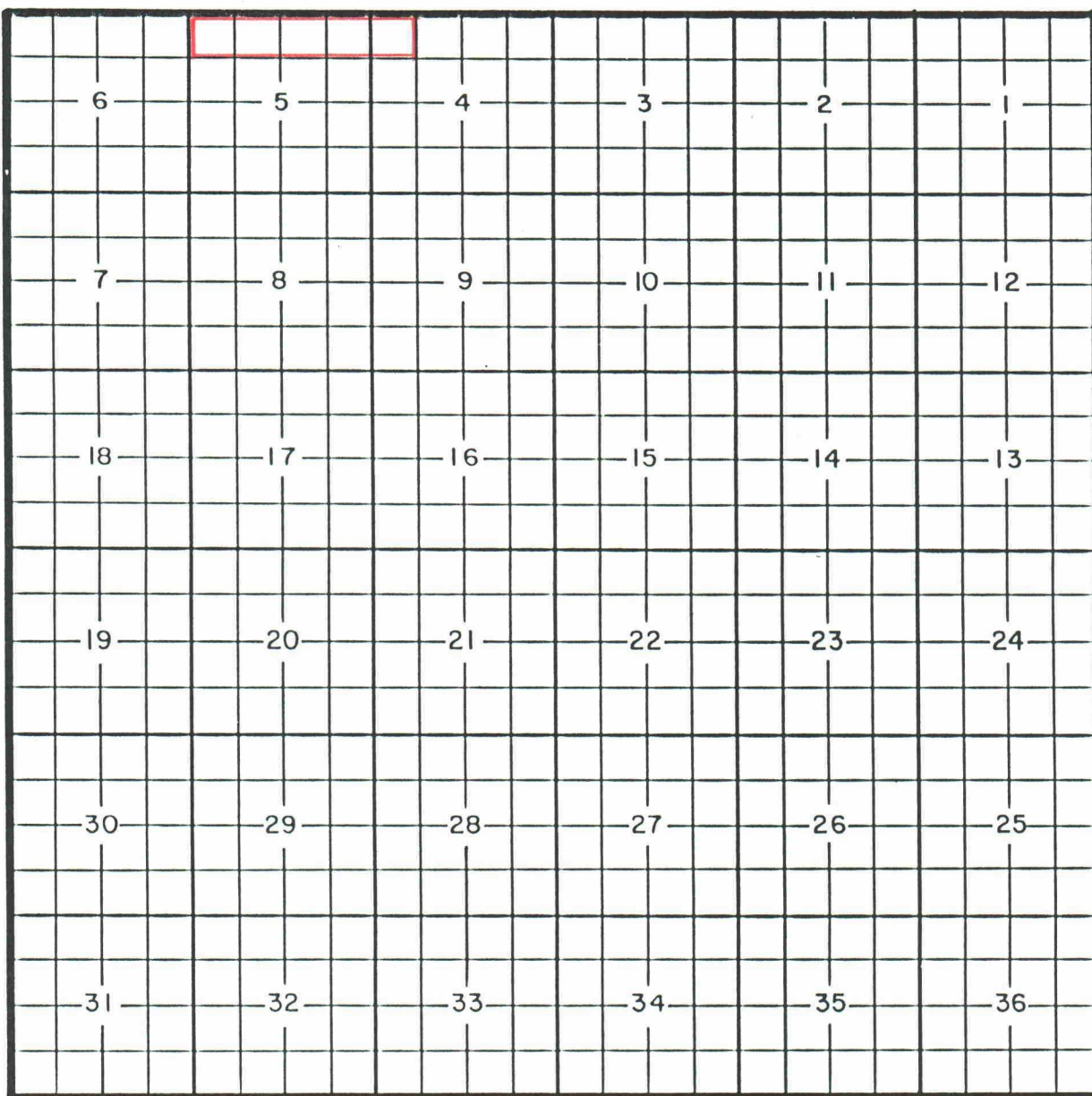
POOL EAST LOVINGTON-PENNSYLVANIAN Redesignated as

EAST LOVINGTON-UPPER PENNSYLVANIAN

TOWNSHIP 17 South

RANGE 37 East

NMPM



PURPOSE: To prevent waste.

Pool boundary outlined in red.

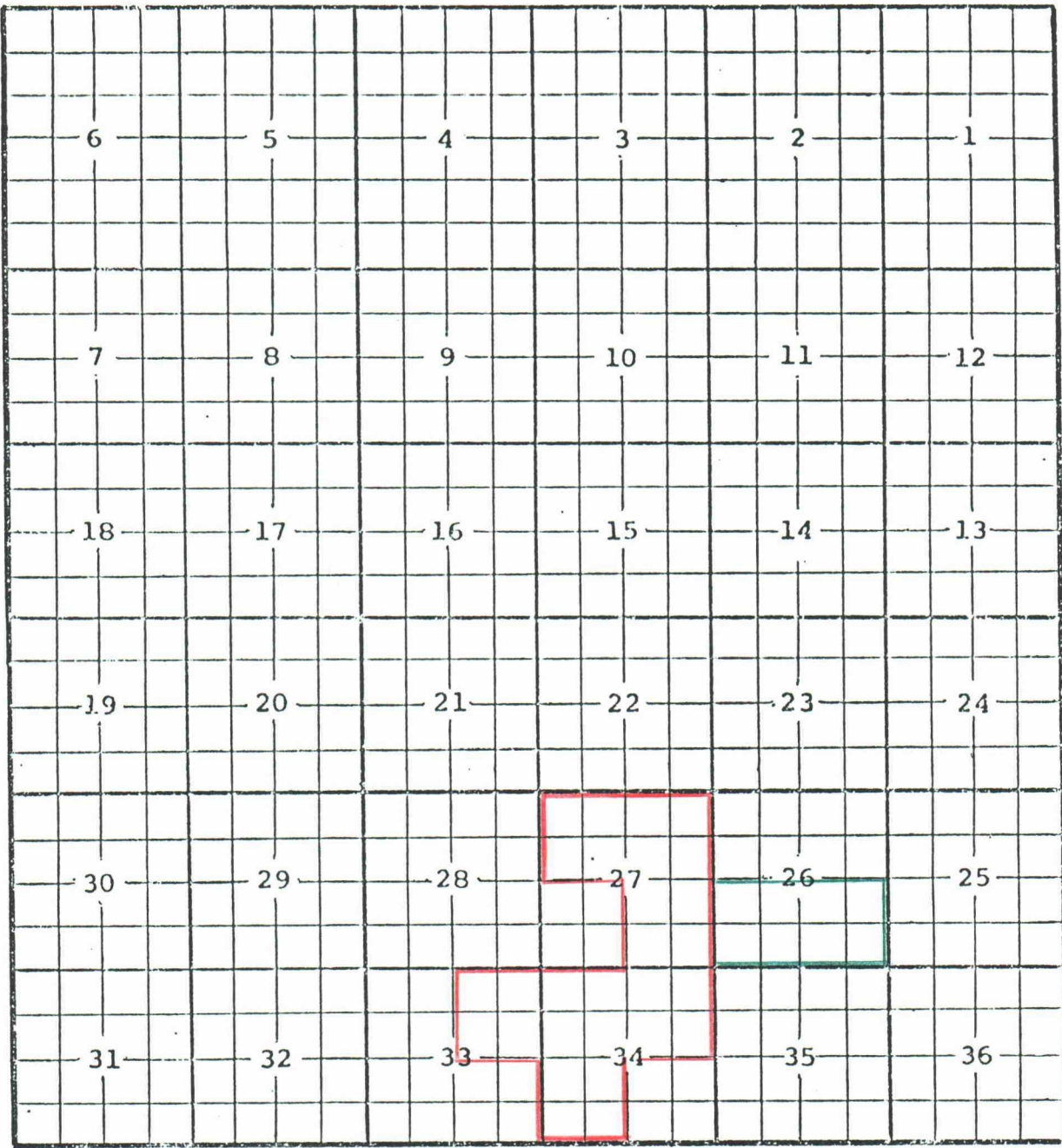
COUNTY LEA

POOL CASEY-STRAWN

TOWNSHIP 16 South

RANGE 37 East

NMPM



PURPOSE: One completed oil well capable of producing.

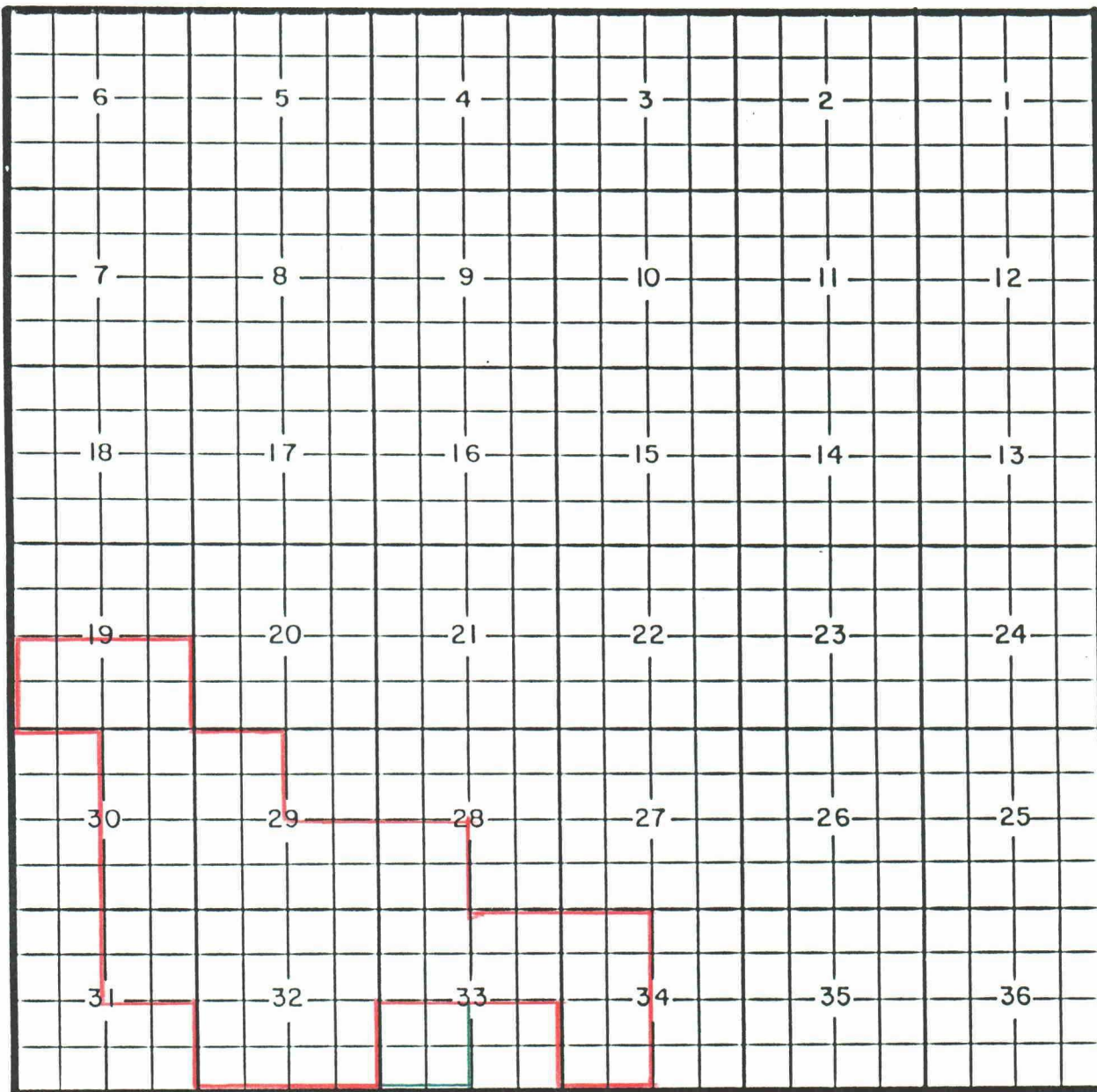
Yates Petroleum Corporation Burton AER Com Well No. 1 located in Unit J of Section 26, Township 16 South, Range 37 East, NMPM, completed November 21, 1987, in the Strawn formation. The top of the perforations is at 11,543 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 26: S/2

COUNTY LEA POOL HOBBS-BLINEBRY

TOWNSHIP 18 South RANGE 38 East NMPM



PURPOSE: One completed oil well capable of producing.

Penroc Oil Corporation Conoco State Well No. 2 located in Unit K of Section 33, Township 18 South, Range 38 East, NMPM, completed October 27, 1987, in the Blinebry formation. The top of the perforations is at 5,830 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 33: SW/4

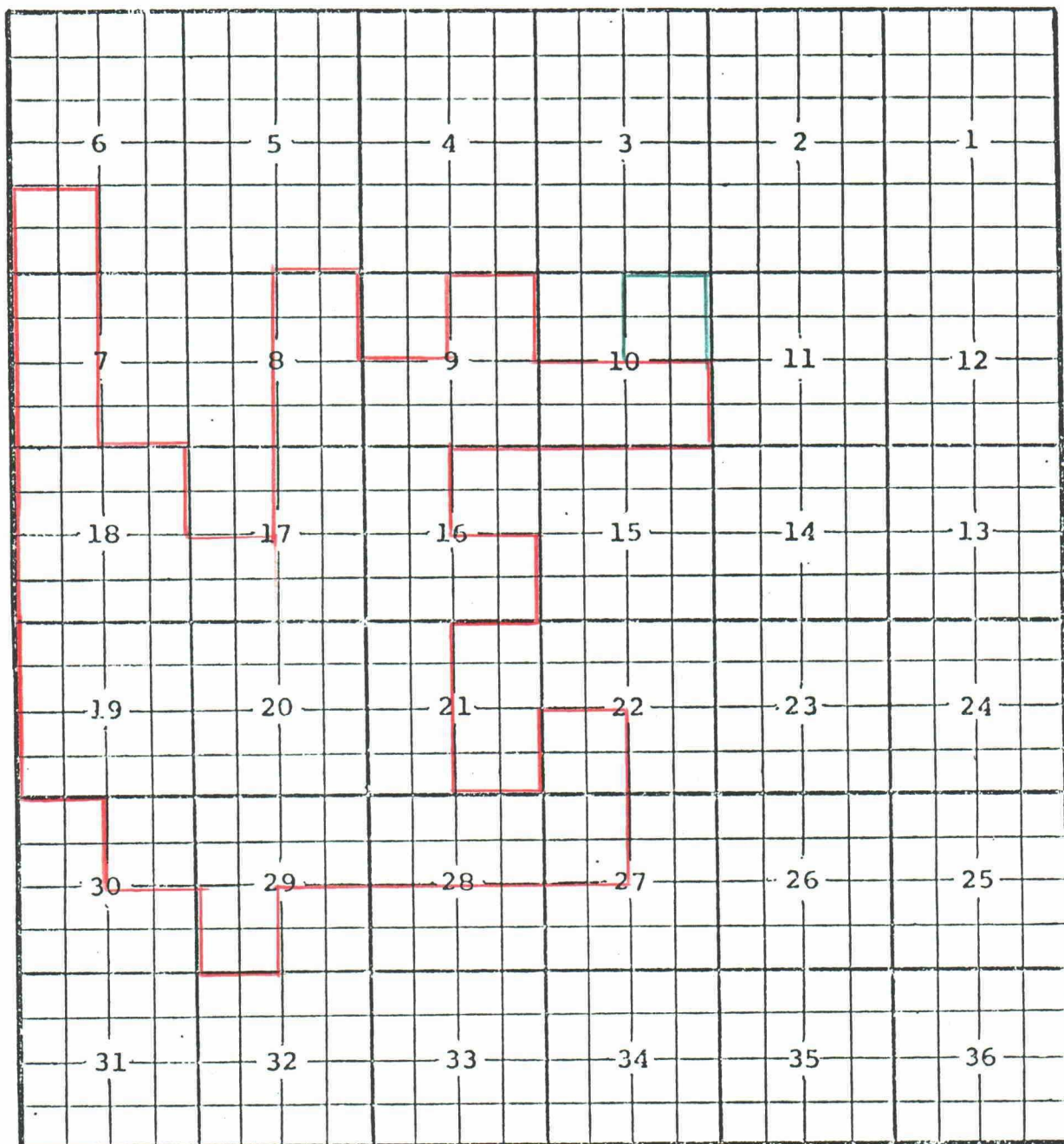
COUNTY LEA

POOL NORTHEAST LOVINGTON-PENNSYLVANIAN

TOWNSHIP 16 South

RANGE 37 East

NMPM



PURPOSE: One completed oil well capable of producing.

BHP Petroleum Company Inc. S. E. Dean 10 Federal Well No. 1 located in Unit A of Section 10, Township 16 South, Range 37 East, NMPM, completed June 4, 1987, in the Pennsylvanian formation. The top of the perforations is at 11,676 feet.

Pool boundary outlined in red.

Proposed pool boundary outlined in green. Section 10: NE/4

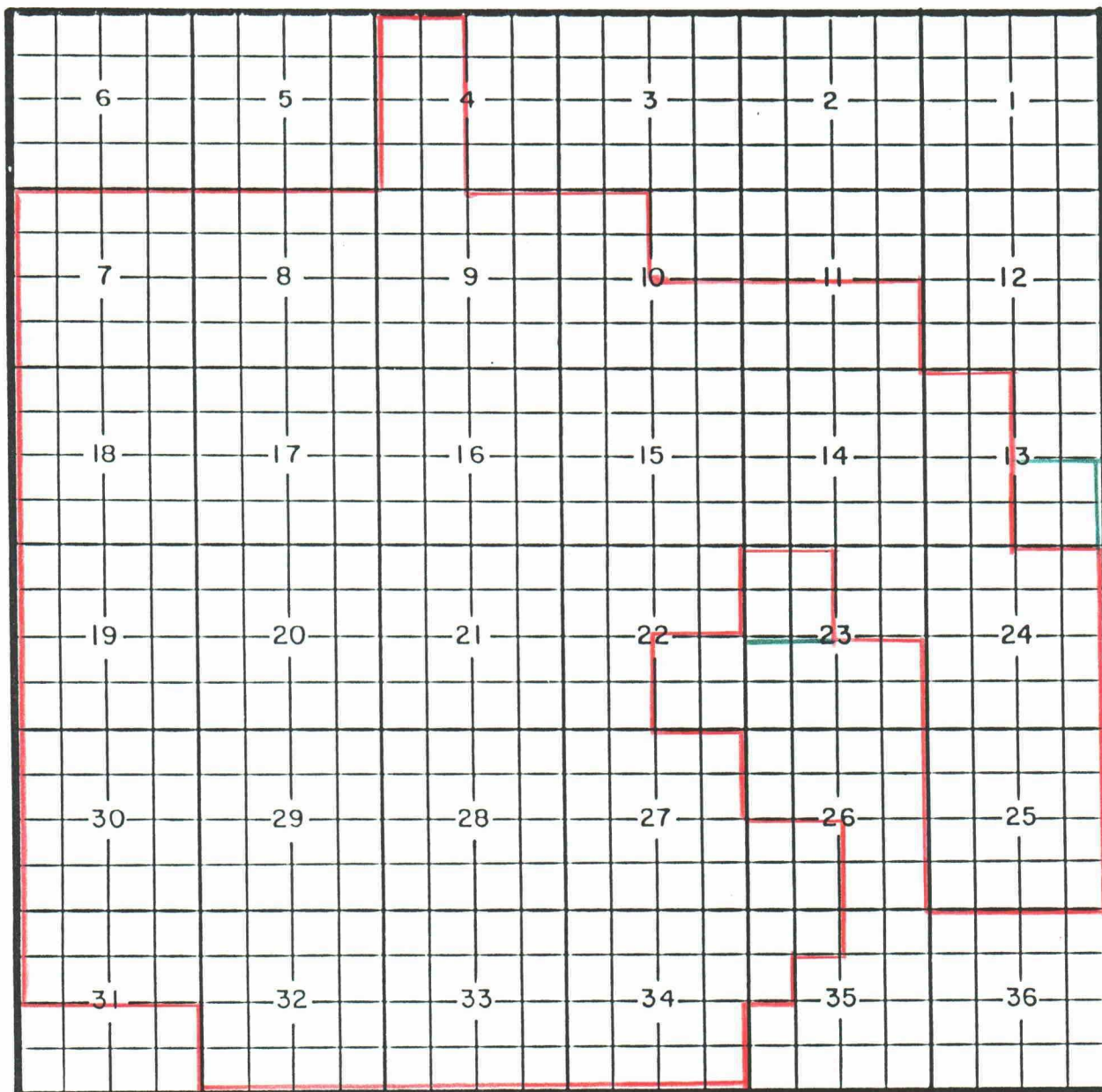
COUNTY LEA

POOL MALJAMAR GRAYBURG-SAN ANDRES

TOWNSHIP 17 South

RANGE 33 East

NMPM



PURPOSE: Two completed oil wells capable of producing.

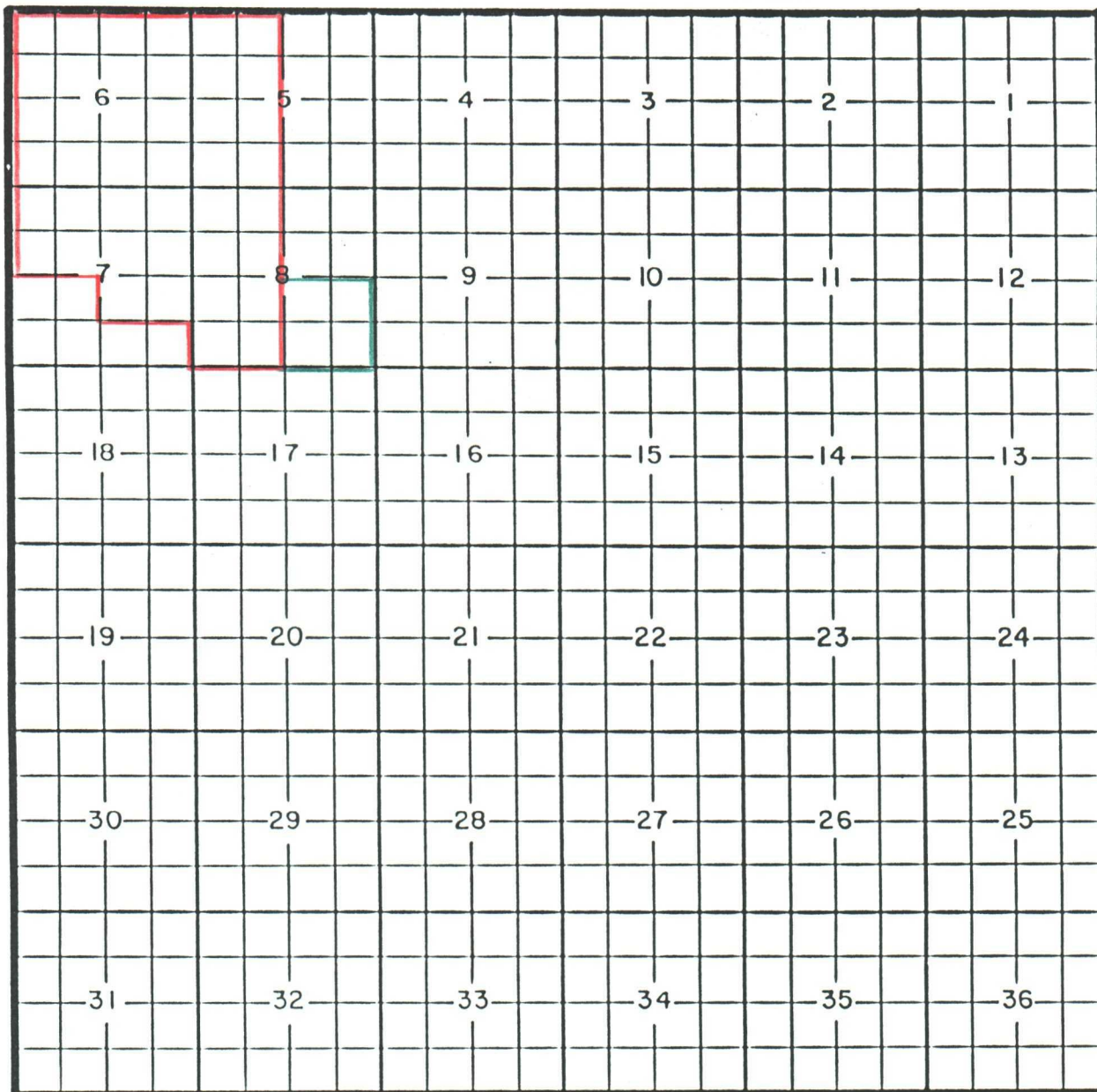
Phillips Petroleum Company Phillips E State Well No. 36 located in Unit P of Section 13, Township 17 South, Range 33 East, NMPM, completed January 2, 1988, in the Grayburg-San Andres formation. The top of the perforations is at 4,430 ft. Phillips Petroleum Company Leamex Well No. 45 located in Unit D of Section 23, Township 17 South, Range 33 East, NMPM, completed December 7, 1987, in the Grayburg-San Andres formation. The top of the perforations is at 4,336 feet. Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 13: SE/4

Section 23: NW/4

COUNTY LEA POOL MONUMENT-BLINEBRY

TOWNSHIP 20 South RANGE 37 East NMPM



PURPOSE: One completed oil well capable of producing.

Horizon Oil & Gas Company Anderson Well No. 1 located in Unit O of Section 8, Township 20 South, Range 37 East, NMPM, completed October 16, 1987, in the Blinebry formation. The top of the perforations is at 5,593 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 8: SE/4

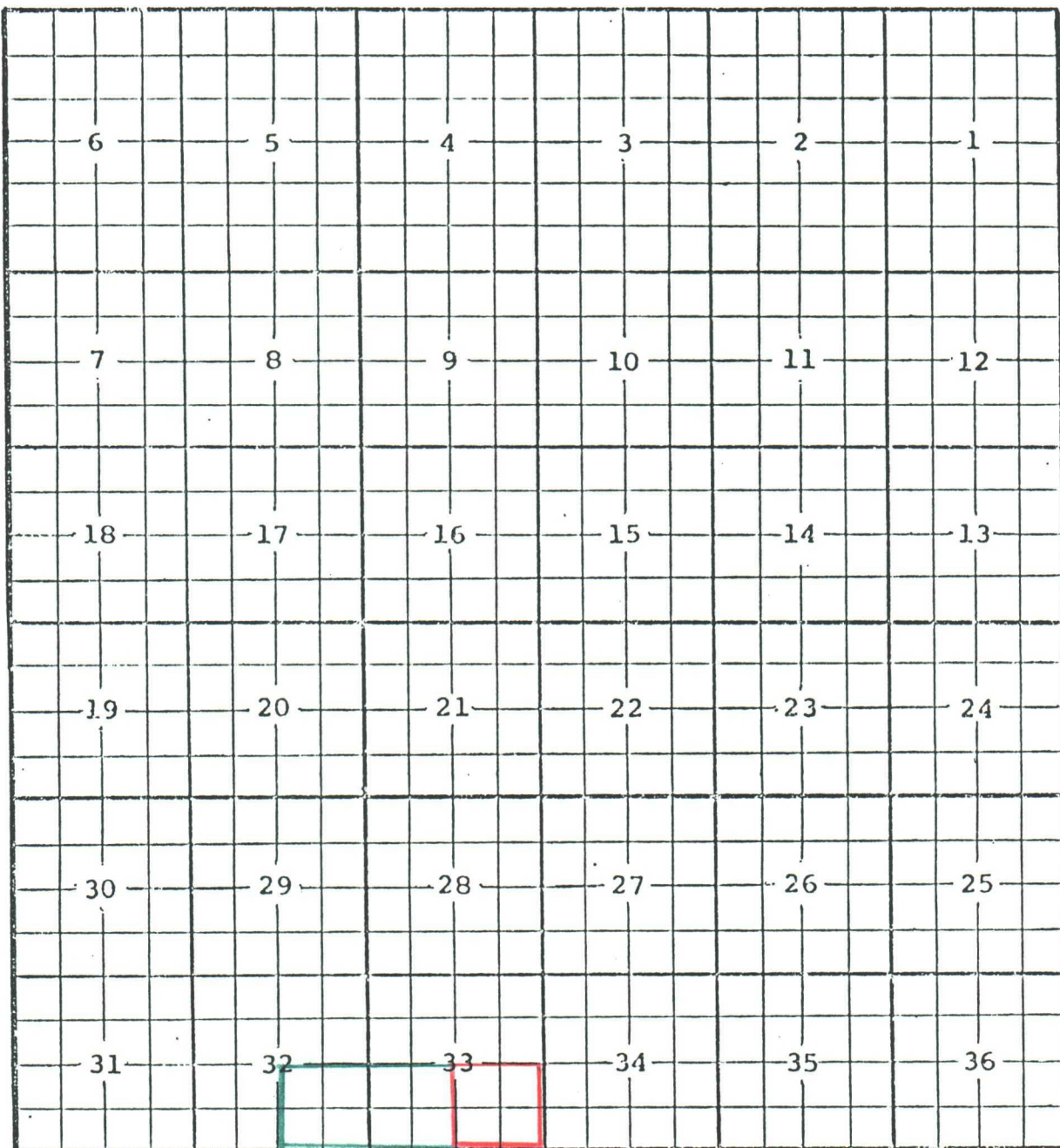
COUNTY LEA

POOL SHIPP-STRAWN

TOWNSHIP 16 South

RANGE 37 East

NMPM



PURPSOSE: One completed oil well capable of producing.

Amerind Oil Company Meyers Well No. 3 located in Unit N of Section 33, Township 16 South, Range 37 East, NMPM, completed December 18, 1987, in the Strawn formation. The top of the perforations is at 11,098 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 32: SE/4

Section 33: SW/4

COUNTY LEA

POOLSHIPP-STRAWN

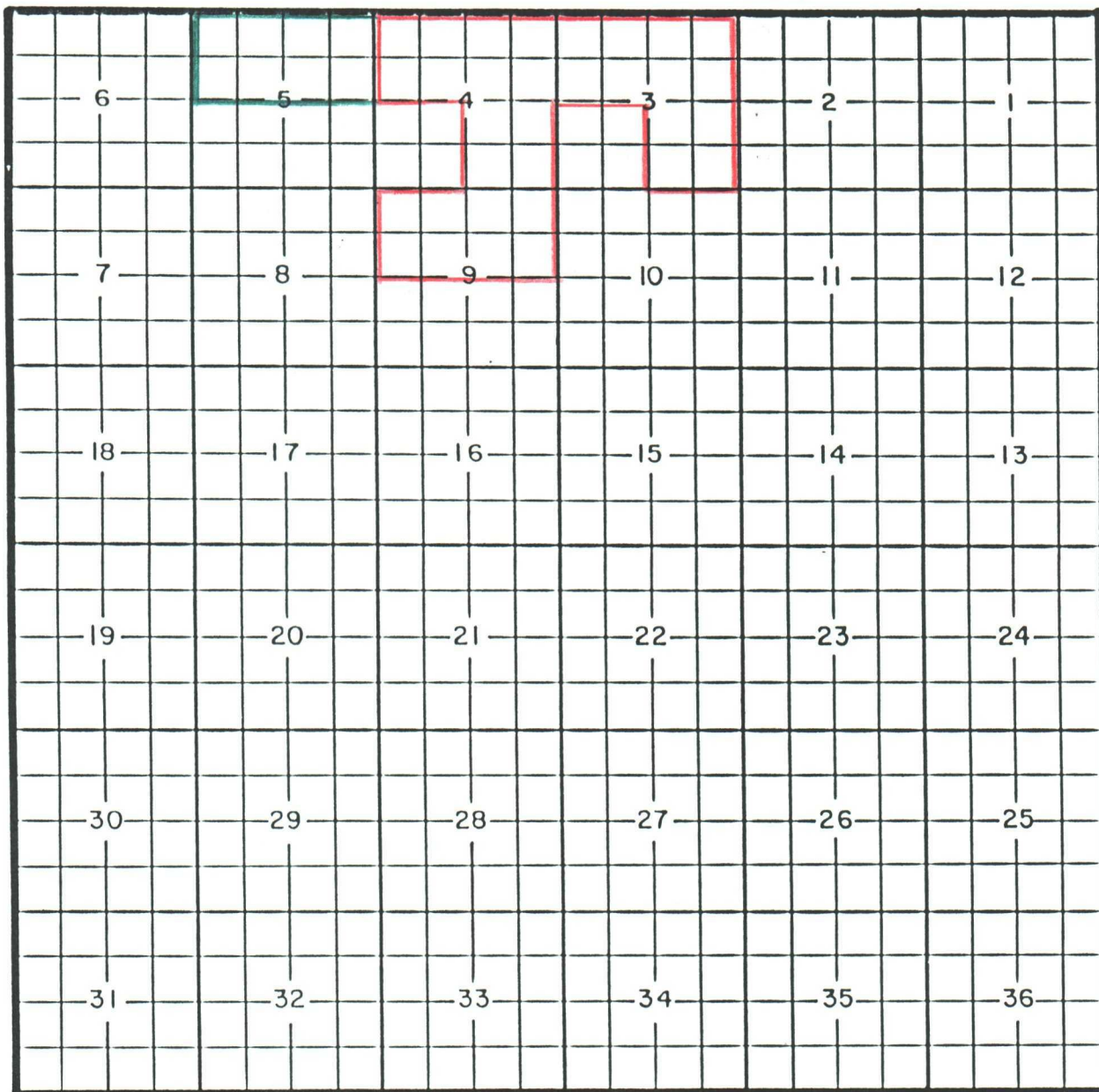
TOWNSHIP

17 South

RANGE

37 East

NMPM



PURPOSE: One completed oil well capable of producing.

Amerind Oil Company Meyers Well No. 3 located in Unit N of Section 33, Township 16 South, Range 37 East, NMPM, completed December 18, 1987, in the Strawn formation. The top of the perforations is at 11,098 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 5: N/2

COUNTY LEA

POOL SOUTH SHOE BAR-ATOKA GAS

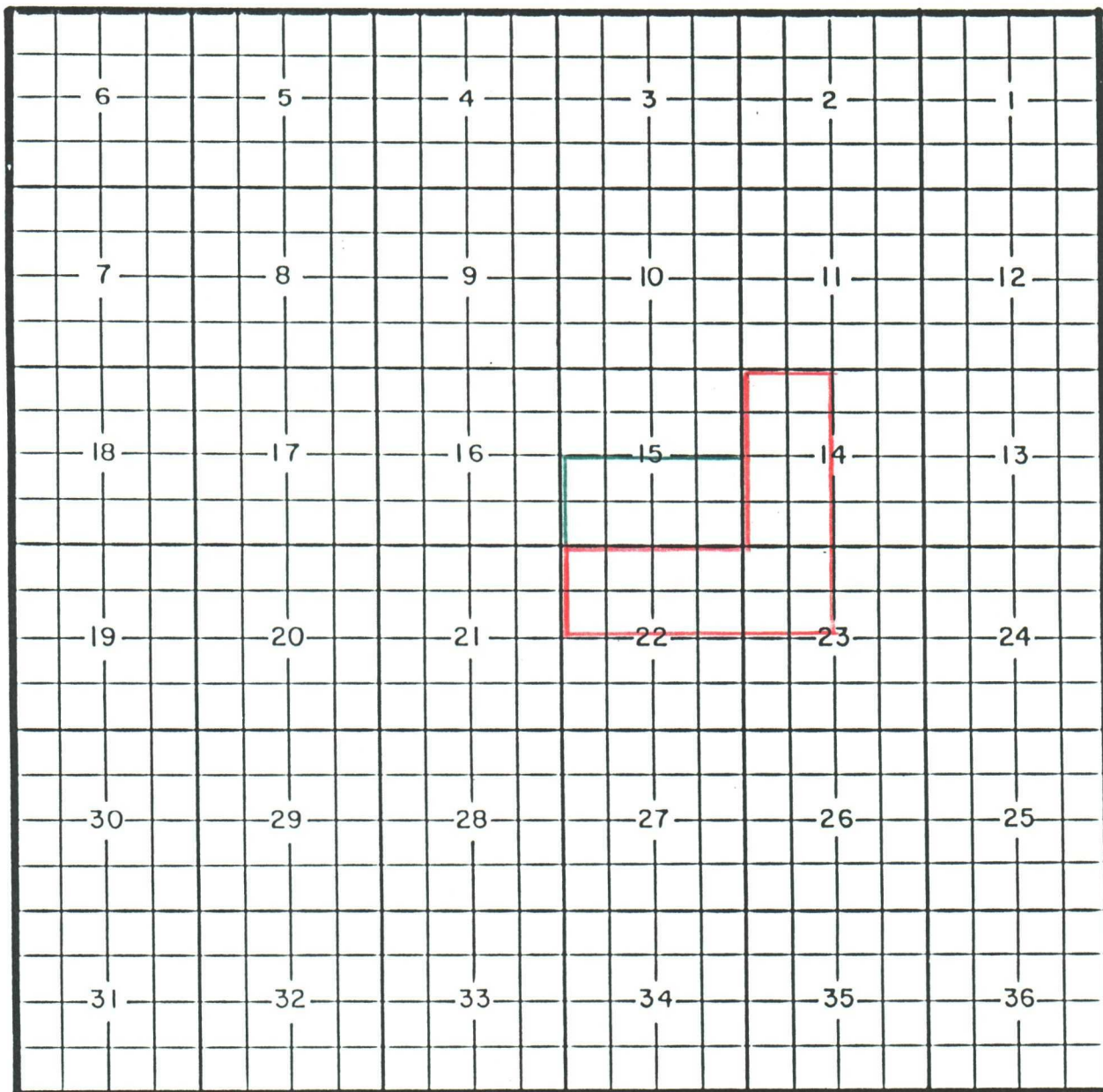
TOWNSHIP

17 South

RANGE

35 East

NMPM



PURPOSE: One completed gas well capable of producing.

Sun Exploration & Production Company Shoe Bar State Com Well No. 1 located in Unit N of Section 15, Township 17 South, Range 35 East, NMPM, completed November 16, 1987, in the Atoka formation. The top of the perforations is at 12,035 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 15: S/2

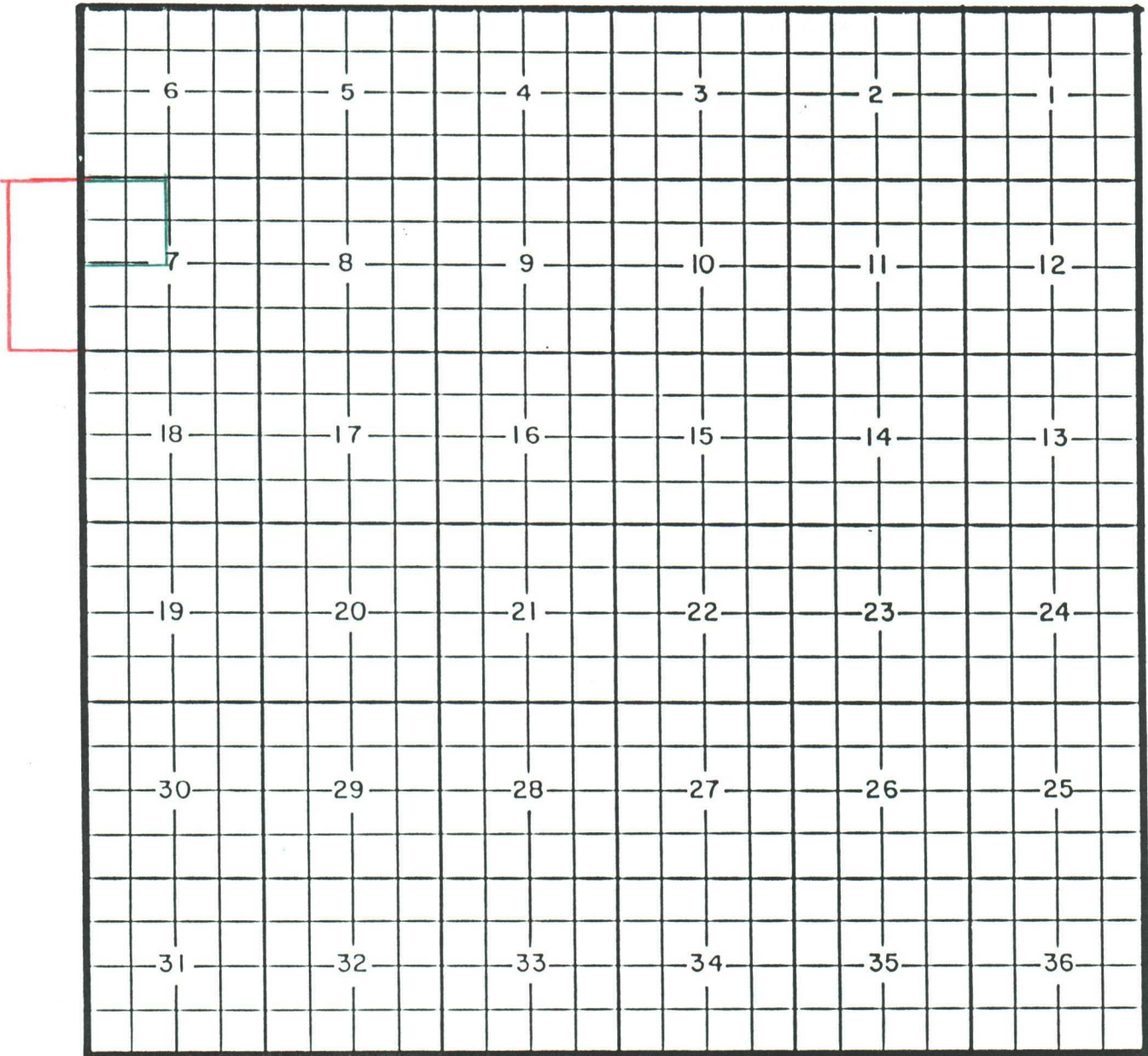
COUNTY LEA

POOL WEST TONTO-BONE SPRING

TOWNSHIP 19 South

RANGE 33 East

NMPM



PURPOSE: One completed oil well capable of producing.

Manzano Oil Corporation Federal 7 Com Well No. 2 located in Unit E of Section 7, Township 19 South, Range 33 East, NMPM, completed November 10, 1987, in the Bone Spring formation. The top of the perforations is at 8,849 feet.

Pool boundary outlined in red.

Proposed pool extension outlined in green. Section 7: NW/4